

**OTHER NON-PENSION FUNDS**  
**INVESTMENT PERFORMANCE REPORT AS OF DECEMBER 31, 2004**

	December-04							September-04					Current FYTD		Prior Year FY04		3 Years Ended	5 Years Ended
	Allocation			Quarter		Returns		Allocation			Quarter		Returns		Returns		6/30/2004	6/30/2004
	Market Value	Actual	Policy	Gross	Net	Gross	Net	Market Value	Actual	Policy	Gross	Net	Gross	Net	Gross	Net	Net	Net
PERS RETIREE HEALTH CREDIT FUND																		
Large Cap Domestic Equity																		
State Street S&P 500 Common Trust S&P 500	11,490,633	35.2%	35.0%	9.24%	9.19%	3.42%	3.40%	10,579,090	35.2%	35.0%	-1.88%	-1.93%	7.20%	7.08%	19.10%	18.85%	-0.92%	-2.41%
				9.23%	9.23%	3.40%	3.40%				-1.87%	-1.87%	7.19%	7.19%	19.11%	19.11%	-0.70%	-2.21%
Small Cap Domestic Equity																		
State Street Russell Special Small Russell Special Small Cap Index	4,952,227	15.2%	15.0%	13.92%	13.87%	4.12%	4.10%	4,575,480	15.2%	15.0%	-1.96%	-2.01%	11.69%	11.58%	28.67%	28.40%	4.06%	3.21%
				13.98%	13.98%	4.14%	4.14%				-2.02%	-2.02%	11.67%	11.67%	28.67%	28.67%	4.12%	3.05%
TOTAL DOMESTIC EQUITY Russell 3000	16,442,860	50.3%	50.0%	10.64%	10.58%	3.63%	3.61%	15,154,570	50.5%	50.0%	-1.89%	-1.94%	8.55%	8.44%	21.93%	21.68%	1.19%	-0.60%
				10.16%	10.16%	3.56%	3.56%				-1.90%	-1.90%	8.06%	8.06%	19.01%	19.01%	-0.26%	-0.76%
International Equity																		
State Street EAFE Fund MSCI EAFE	5,030,387	15.4%	15.0%	15.29%	15.23%	4.36%	4.34%	4,552,238	15.2%	15.0%	-0.23%	-0.28%	15.03%	14.91%	32.35%	32.08%	3.60%	-0.20%
				15.32%	15.32%	4.39%	4.39%				-0.28%	-0.28%	14.99%	14.99%	32.36%	32.36%	3.87%	0.01%
Domestic Fixed Income																		
State Street Bond Market Common Trust Lehman Aggregate	11,192,224	34.2%	35.0%	1.11%	1.05%	0.93%	0.91%	10,300,748	34.3%	35.0%	3.18%	3.12%	4.32%	4.21%	0.40%	0.19%	6.11%	6.63%
				0.96%	0.96%	0.92%	0.92%				3.20%	3.20%	4.18%	4.18%	0.32%	0.32%	6.35%	6.95%
Cash																		
Northern Trust STIF 90 Day T-Bills	15,230	0.0%	0.0%	0.48%	0.48%	0.21%	0.21%	15,673	0.1%	0.0%	0.37%	0.37%	0.85%	0.85%	0.98%	0.98%	1.72%	3.32%
				0.48%	0.48%	0.21%	0.21%				0.37%	0.37%	0.85%	0.85%	0.98%	0.98%	1.71%	3.30%
TOTAL PERS RETIREE HEALTH POLICY TARGET BENCHMARK	32,680,701	100.0%	100.0%	7.94%	7.89%	2.79%	2.77%	30,023,229	100.0%	100.0%	0.14%	0.09%	8.10%	7.99%	15.47%	15.24%	3.38%	2.18%
				7.88%	7.88%	2.79%	2.79%				0.14%	0.14%	8.03%	8.03%	15.49%	15.49%	3.62%	2.38%
PERS GROUP INSURANCE																		
Cash Equivalents																		
Bank of ND 90 Day T-Bill	584,409	100.0%	100.0%	0.53%	0.53%	0.21%	0.21%	306,052	100.0%	100.0%	0.44%	0.44%	0.97%	0.97%	1.20%	1.20%	1.72%	N/A
				0.48%	0.48%	0.21%	0.21%				0.37%	0.37%	0.85%	0.85%	0.98%	0.98%	1.71%	N/A
VETERANS CEMETARY TRUST FUND																		
Cash Equivalents																		
Bank of ND 90 Day T-Bill	78,121	100.0%	100.0%	0.53%	0.53%	0.21%	0.21%	74,675	100.0%	100.0%	0.44%	0.44%	0.97%	0.97%	1.20%	1.20%	1.72%	3.39%
				0.48%	0.48%	0.21%	0.21%				0.37%	0.37%	0.85%	0.85%	0.98%	0.98%	1.71%	3.30%

NOTE: Monthly returns and market values are preliminary and subject to change.